

DAILY MARKETS OVERVIEW

12 MARCH 2019

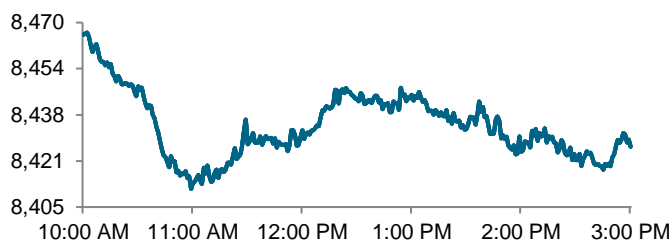
السوق السعودي كابتال

Saudi Fransi Capital

Distinguished Service, Outstanding Performance



TASI Intraday



Source: Reuters

Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,426	-0.5	-0.6	7.7	18.7
Saudi (NOMU)	3,748	-0.5	0.4	48.7	11.0
Energy	4,609	-0.9	-1.1	-5.0	25.3
Materials	5,592	-0.4	-0.8	6.5	18.5
Capital Goods	3,906	-0.7	0.6	0.1	22.2
Com. & Prof. Svc	4,229	-0.7	-0.8	2.2	18.6
Transportation	3,676	-0.6	-0.8	5.7	19.4
Cons. Durables & Apparel	3,709	0.0	1.4	1.2	NA
Consumer Services	3,446	-0.1	0.4	16.9	NA
Media	9,895	-1.0	-1.3	-2.8	NA
Retailing	6,890	0.0	-0.3	0.4	33.8
Food & Staples Retailing	5,677	-0.2	-0.5	-4.5	28.1
Food & Beverages	4,230	-1.4	-2.2	8.8	NA
Health Care Equipment	3,732	-0.6	-1.0	-0.7	22.0
Pharma, Biotech & Life Science	3,602	0.0	-0.2	-7.1	25.2
Banks	7,976	-0.4	-0.4	10.6	13.9
Diversified Financials	3,639	-0.7	-1.1	4.6	NA
Insurance	4,200	-0.4	-1.4	0.6	NA
Telecommunication	6,088	-0.4	0.0	12.6	18.4
Utilities	3,611	-1.0	-1.6	7.2	36.5
REITs	3,729	1.3	0.6	2.9	NA
Real Estate	3,323	-1.1	-0.6	3.0	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
MEFIC REIT Fund	10.40	9.1%	68
Saudi Steel Pipe Co.	24.54	5.8%	66
Bonyan REIT	9.27	5.6%	8
Electrical Industries Co.	20.14	4.0%	74
SEDCO Capital REIT Fund	7.86	3.4%	10

Source: Tadawul

Latest Earnings

Company	Date	Period	Q NI (SAR mn)	Y/Y %	Q EPS (SAR)	Vs. Consensus
Bupa Arabia for Cooperative Ins	11-Mar	4Q18	92.4	-8.6	0.77	NA
Abdulmohsen Alhokair group	11-Mar	4Q18	-73.6	NM	-1.34	NA
L'Azurde For Jewelry Co	10-Mar	4Q18	0.1	-96.6	0.00	NA
Middle East Pape	10-Mar	4Q18	12.3	-49.8	0.25	NA
Al Hammadi Company for Dev	10-Mar	4Q18	17.7	-42.5	0.15	MISS

Source: Tadawul

NOTES: (1) Prices as of last trade. Updated as of March 12, 2019
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- Both TASI and NOMU ended 0.5% lower at 8,426 and 3,748, respectively, on Monday. TASI traded value totaled SAR 2.3bn and averaged SAR 2.3bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 27.4% of the daily traded value.
- Both Banks and Materials ended 0.4% lower. Telecom declined 0.4%. REITs (up 1.3%) was the best sector performer. Among stocks, MEFIC REIT Fund (4346/MEFIREI AB), Saudi Steel Pipe Co. (1320/SSP AB), and Bonyan REIT (4347/BONYAN AB) led the gainers.
- The Minister of Commerce and Investment revealed that KSA signed two agreements on solar energy and electric transformers with Bangladesh, in addition to four MoUs on packaging, food, cable manufacturing and fertilizer production as well as medical training. (Source: Argaam)
- The Capital Market Authority (CMA) revealed the total assets under management (AUM) held by licensed asset managers (public and private funds, and private portfolios) in KSA grew by 5.0% Q/Q to SAR 454bn (USD 121bn) in 4Q18. (Source: Argaam)
- The Saudi British Bank (1060/SABB AB) revealed that it had obtained the approval of the Saudi Arabian Monetary Authority (SAMA), on its potential merger with Alawwal Bank (1040/ALAWWAL AB). The bank expect the transaction to be completed during 1H19. (Source: Argaam)
- The aggregate sales of 17 Saudi cement firms fell 2.5% to 3.54mn tons in February 2019, compared with 3.63mn tons in the same month last year. Eleven cement producers reported lower sales, led by Arabian Cement Co. (3010/ARCCO AB) with a 46% slump Y/Y during the same month. (Source: Argaam)
- Saudi Telecom Co. (7010/STC AB) and Underwriters Laboratories (UL), a global safety science organization, announced the signing of a memorandum of understanding (MoU) to establish a testing facility in the country. (Source: Argaam)
- Jarir Marketing Co.'s (4190/JARIR AB) BoD recommended a cash dividend of SAR 2.35 per share for 4Q18, implying a full-year yield of 5.8%. (Source: Argaam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Al Alamiya for Cooperative Insurance Co.	30.15	-3.8%	1
Saudi Arabian Mining Co.	52.00	-3.5%	16
Al Yamamah Steel Industries Co.	18.80	-3.1%	80
Saudi Industrial Export Co.	74.00	-3.0%	33
United Wire Factories Co.	16.72	-2.8%	11

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Al Rajhi Bank	98.00	0.2%	174
Saudi Basic Industries Corp.	121.60	0.0%	172
Alinma Bank	24.08	-0.3%	125
Al Yamamah Steel Industries Co.	18.80	-3.1%	80
Bawan Co.	14.96	-2.6%	79

Source: Tadawul

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GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,592	0.5	-0.1	2.5	8.2
Abu Dhabi (ADX)	4,870	0.0	-0.9	-0.9	13.6
Kuwait (KSE)	5,204	-0.1	-0.6	0.4	17.1
Qatar (QE)	9,744	-0.3	-0.4	-5.4	13.6
Oman (MSM)	4,085	-0.1	-0.7	-5.5	8.5
Bahrain (BSE)	1,406	0.0	-0.2	5.2	9.0
DJMENA Index	578	-0.2	-0.5	3.9	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	2,783	1.5	1.5	11.0	18.1
US (NASDAQ 100)	7,558	2.0	2.0	13.9	21.0
UK (FTSE 100)	7,131	0.4	0.4	6.0	16.8
Germany (DAX)	11,543	0.7	0.7	9.3	14.4
France (CAC 40)	5,266	0.7	0.7	11.3	17.6
Russia (MICEX)	2,466	-0.4	-0.4	4.1	5.3
Japan (Nikkei)	21,125	0.5	0.5	5.5	15.5
Hong Kong (HSI)	28,503	1.0	1.0	10.3	10.8
South Korea (KOSPI)	2,138	0.0	0.0	4.8	10.7
China (SHCOMP)	3,027	1.9	1.9	21.4	14.0
India (NIFTY)	11,168	1.2	1.2	2.8	24.8
Brazil (IBOV)	98,027	2.8	2.8	11.5	18.8
Turkey (BIST 100)	1,00,850	-0.7	-0.7	10.5	7.2
Egypt (EGX30)	15,098	1.3	1.3	15.8	16.7
MSCI Emerging Markets	1,041	1.1	1.1	7.8	12.7
MSCI World	2,075	1.1	1.1	10.1	17.0

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	66.6	1.3	1.3	23.8	2.5
Natural Gas (\$/mmbtu)	2.8	-3.2	-3.2	-5.7	2.3
Gold (\$/oz)	1,293	-0.4	-0.4	0.9	-2.2
Silver (\$/oz)	15.3	-0.2	-0.2	-1.2	-7.4
Platinum (\$/oz)	818	0.0	0.0	2.9	-15.1
Copper (\$/t)	6,435	0.2	0.2	8.2	-6.4
Zinc (\$/t)	2,779	2.0	2.0	10.3	-14.2
Lead (\$/mt)	2,081	0.4	0.4	3.6	-11.3
Wheat (\$/bu)	429	-2.5	-2.5	-14.9	-24.2
Corn (\$/bu)	362	-0.6	-0.6	-3.5	-13.6
Sugar (\$/lb)	12.3	0.9	0.9	2.2	-15.3

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	2.60	0.00	-0.21	0.00
Saudi Arabia	2.90	0.00	-0.07	0.30
UAE	2.84	0.19	0.00	0.24
Kuwait	2.63	-0.06	0.31	0.03
Qatar	2.90	0.00	-0.01	0.30
Bahrain	3.87	0.00	-0.08	1.27

Source: Reuters

NOTES: (1) Prices updated as of March 12, 2019 (2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Monday. S&P 500 and NASDAQ gained 1.5% and 2.0%, respectively. Dow Jones Industrial closed 0.8% higher. In Europe, UK gained 0.4%, while both Germany and France ended 0.7% higher.
- Asian markets are trading in the green on Tuesday. China is up 1.6%. Japan and South Korea are up 2.0% and 0.8%, respectively. Hong Kong and India are trading 1.5% and 1.0% higher, respectively.
- GCC markets ended mixed on Monday. Dubai gained 0.5% while Abu Dhabi ended flat. Kuwait and Qatar ended 0.1% and 0.3% lower, respectively. Oman declined 0.1% while Bahrain ended flat.
- According to the Central Bank of UAE statistics, GDP grew by 4.4% Y/Y in 4Q18, driven by increased buoyancy in non-oil sector, and accelerated growth in oil production from October to December 2018. (Source: Arabian Business)
- The UAE Cabinet approved the regulatory framework for the issuance of long-term residence permits to investors, entrepreneurs and innovators. The UAE's residency departments will start receiving applications. (Source: Arabian Business)
- The UAE's Finance Ministry revealed it will set up a federal debt management office in 2019 and will seek a sovereign rating for the country. (Source: Zawya)
- Abu Dhabi approved a series of incentive packages totaling up to AED 1.0bn (USD 272mn) for local and international agriculture technology (AgTech) firms. The incentives aim to encourage the companies to build and grow a presence in Abu Dhabi. (Source: Arabian Business)
- The UAE Cabinet has adopted the National Space Strategy 2030. The National Space Strategy seeks to establish a major global hub for space science and technology, through investing in building capabilities and creating a scientific, legislative and financing environment that is stimulating and attractive for space projects. (Source: Arabian Business)
- Bahrain established the Sustainable Energy Centre (SEC) to undertake all tasks and responsibilities related to providing technical support for the relevant sides regarding the preservation of all kinds of sustainable energy sources, as well as enhancing their effective use. (Source: Trade Arabia)
- According to Sharjah Electricity and Water Authority (SEWA), GCC countries have the highest water desalination capacity of 81% in the world while running production of around 40% of total global water desalination. (Source: Trade Arabia)
- The Bahrain Petroleum Company (BAPCO)'s CEO revealed after the USD 4.0bn (BHD 1.5bn) expansion of its oil refinery, it would begin to sell and trade more petroleum products in the Gulf and Asia by early 2023. (Source: Arabian Business)

Coming Up

- US CPI for February 2019 (prior: 0.0% M/M, 1.6% Y/Y; consensus: 0.2% M/M, 1.6% Y/Y) will be announced today. (Source: Econoday)
- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended March 8 (prior: 7.1mn barrels) will be announced tomorrow. (Source: Econoday)
- US jobless claims for the week ended March 9 (prior: 223K; consensus: 225K) will be announced on March 14. (Source: Econoday)



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